

# Teachers' Retirement System

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Description	FY 2003 Actual	FY 2004 Approved	FY 2005 Proposed	% Change from FY 2004
Operating Budget	\$0	\$0	\$9,200,000	100.0

The Teachers' Retirement System provides the District's required contribution to this retirement plan, which is administered by the District of Columbia Retirement Board.

The amount of the contribution is determined by an actuary who submits a certified report through the Retirement Board to the Mayor. By law (D.C. Code section 1-907.02), the District is required to budget an amount equal to or greater than the certified amount.

In recent years, a District contribution to the Teachers' Retirement System was not required because the fund value, member contributions, investment earnings, and a drawdown against an existing credit were sufficient to meet the actuarial assumptions. However, as certified by the enrolled actuary and approved by the Retirement Board, a District contribution of \$9,200,000 will be required in FY 2005.

## Gross Funds

The proposed budget is \$9,200,000, an increase from \$0 in FY 2004. There are no FTEs supported by this budget.

## General Fund

**Local Funds.** The proposed budget is \$9,200,000, representing an increase from \$0 in FY 2004. There are no FTEs supported by this budget, which represents no change from FY 2004.

Changes from the FY 2004 approved budget are:

- An increase of \$9,200,000 to fully fund the enrolled actuary's certification of the District contribution as set forth in D.C. Code section 1-907.03 and as approved by the District of Columbia Retirement Board. The District is required to fund this minimum amount per D.C. Code section 1-907.02 (a).

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## Funding by Source

Table GX0-1 shows the source of funding for the Teachers' Retirement System.

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Table GX0-1

### FY 2005 Proposed Operating Budget, by Revenue Type

(dollars in thousands)

Appropriated Fund	Actual FY 2002	Actual FY 2003	Approved FY 2004	Proposed FY 2005	Change from FY 2004	Percent Change
Local Fund	0	0	0	9,200	9,200	100.0
<b>Total for General Fund</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9,200</b>	<b>9,200</b>	100.0
<b>Gross Funds</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9,200</b>	<b>9,200</b>	100.0

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## Expenditure by Comptroller Source Group

Table GX0-2 shows the FY 2005 proposed budget for the agency at the Comptroller Source Group level (Object Class level).

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Table GX0-2

### FY 2005 Proposed Operating Budget, by Comptroller Source Group

(dollars in thousands)

Comptroller Source Group	Actual FY 2002	Actual FY 2003	Approved FY 2004	Proposed FY 2005	Change from FY 2004	Percent Change
50 Subsidies and Transfers	0	0	0	9,200	9,200	-
<b>Subtotal Nonpersonal Services (NPS)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9,200</b>	<b>9,200</b>	-
<b>Total Proposed Operating Budget</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9,200</b>	<b>9,200</b>	-

## Programs

This budget provides for the District (employer) contribution to the Teachers' Retirement Fund, which is managed by the District of Columbia Retirement Board (DY0) (see Enterprise and Other Funds).

Under the National Capital Revitalization and Self-Government Improvement Act of 1997, the federal government assumed the District's unfunded pension liability for the retirement plans of teachers, police officers, fire-fighters, and judges. Pursuant to the Act, the federal government pays the future retirement and death benefits, and a share of disability payments for employees for service accrued prior to June 30, 1997. Benefits earned subsequently remain the responsibility of the Government of the

District of Columbia. The actuarial report estimates the required District contribution to fund these earned benefits.

Further information on the financing of the District's retirement plans can be obtained in the D.C. Code, Division I, Title I, Chapter 9, Subchapter IV, Financing of Retirement Benefits (1-907.02).